

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER  
OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE  
STATE OF NEVADA HERETOFORE APPROPRIATED

~~067-24-1986~~ NEW PRIORITY DATE: DEC 23 1991

Date of filing in State Engineer's Office.

Returned to applicant for correction.

Corrected application filed. Map filed. OCT 24 1986 see existing POD filed under 48996

The applicant Pegasus Gold Corporation

Suite 400, West 801 Riverside Ave. of Spokane

Street and No. or P.O. Box No.

City or Town

Washington 99201

State and Zip Code No.

hereby make application for permission to change the

point of diversion of a portion

Point of diversion, manner of use, and/or place of use

of water heretofore appropriated under Permit No. 48997

(Identify existing right by Permit, Certificate, Proof or Claim Nos. If Decreed, give title of Decree and

identify right in Decree.)

- The source of water is underground  
Name of stream, lake, underground spring or other source.
- The amount of water to be changed 0.1 cfs  
Second feet, acre feet. One second foot equals 448.83 gallons per minute.
- The water to be used for mining, milling, and domestic  
Irrigation, power, mining, industrial, etc. If for stock state number and kind of animals.
- The water heretofore permitted for mining, milling, and domestic  
Irrigation, power, mining, industrial, etc. If for stock state number and kind of animals.
- The water is to be diverted at the following point the NE1/4 NW1/4 (Lot 2) Section 3, T31N, R33E, M.D.B. & M. or at a point Describe as being within a 40-acre subdivision of public survey and by course and from which the Southwest corner of Section 3, T31N, R33E, M.D.B. & M. distance to a section corner. If on unsurveyed land, it should be stated.  
bears South 23°15' West a distance of 5,000 feet.
- The existing permitted point of diversion is located within the NE1/4 NW1/4 (Lot 2), Section 3, T31N, R33E, M.D.B. & M. or at a point If point of diversion is not changed, do not answer.  
from which the Southwest corner of Section 3, T31N, R33E, M.D.B. & M. bears South 23°15' West a distance of 4,980 feet.
- Proposed place of use Sections 2, 3, 4, 9, 10, 11, 14, 15, 16, 37, 38 and 39, Describe by legal subdivisions. If for irrigation state number of acres to be irrigated.  
T31N, R33E, M.D.B. & M.
- Existing place of use Sections 2, 3, 4, 9, 10, 11, 14, 15, 16, 37, 38, and 39, T31N, R33E, M.D.B. & M. Describe by legal subdivisions. If permit is for irrigation, state number of acres irrigated. If changing place of use and/or manner of use of irrigation permit, describe acreage to be removed from irrigation.
- Use will be from January 1 to December 31 of each year.  
Month and Day Month and Day
- Use was permitted from January 1 to December 31 of each year.  
Month and Day Month and Day
- Description of proposed works. (Under the provisions of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works.) Drilled well, pump, and pipeline to place of use.  
State manner in which water is to be diverted, i.e. diversion structure, ditches, pipes and flumes, or drilled well, etc.
- Estimated cost of works \$75,000.00
- Estimated time required to construct works 2 years

14. Estimated time required to complete the application of water to beneficial use 5 years

15. Remarks: For use other than irrigation or stock watering, state number and type of units to be served or annual consumptive use.

Water will be used in a heap leach operation. Water from this will be comingled with water from Well No.'s 1 through 5 (Permits 48996 through 49000), and Well No.'s 6 and 7 (Application's 49931 and 49932). Total combined consumptive use will not exceed 1.14 cfs or 268,060,000 gallons per year.

s/Forrest L. Fox,  
By: Forrest L. Fox, Agent  
Hydro-Search, Inc.  
333 Flint Street  
Reno, NV 89501

Compared cc/se pm/se

Protested \_\_\_\_\_

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion of a portion of the waters of an underground source as heretofore granted under Permit 48997 is issued subject to the terms and conditions imposed in said Permit 48997 and with the understanding that no other rights on the source will be affected by the change proposed herein. The well shall be equipped with a 2-inch opening and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This Permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined duty of water under Permits 48996, 48997, 48998, 48999, 49000, 49931, 49932 and 50312 shall not exceed 268 million gallons annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

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The amount of water to be changed shall be limited to the amount which can be applied to beneficial use, and not

to exceed 0.1 cubic feet per second, but not to exceed 10.68 million gallons annually.

Work must be prosecuted with reasonable diligence and be completed on or before September 11, 1988

Proof of completion of work shall be filed before October 11, 1988

Application of water to beneficial use shall be made on or before September 11, 1989

Proof of the application of water to beneficial use shall be filed on or before October 11, 1989

Map in support of proof of beneficial use shall be filed on or before N/A

Completion of work filed JAN 5 1990 IN TESTIMONY WHEREOF, I PETER G. MORROS

Proof of beneficial use filed \_\_\_\_\_ State Engineer of Nevada, have hereunto set my hand and the seal of

Cultural map filed \_\_\_\_\_ my office, this 24th day of September

Certificate No. JUN 30 1992 Issued \_\_\_\_\_

A.D. 19 87

Peter G. Morros  
State Engineer

CANCELLED 2407 (Rev. 6-81) BECAUSE OF FAILURE OF APPLICANT TO COMPLY WITH THE PROVISIONS OF PERMIT  
Rescinded 7-14-92  
STATE ENGINEER

(PERMIT TERMS CONTINUED)

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

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